



GOCHNOUR & ASSOCIATES, INC.

19590 E. Main Street, Suite 208
Parker, CO 80138

M/037/088 F
copy Doug J.
Wayne H.
Tel (720) 851-2900
Fax (720) 851-2999
E-mail: lpgochnour@worldnet.att.net

May 7, 2002

Mr. Wayne Hedberg
State of Utah
Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
Salt Lake City, UT 84114-5801

Letter Sent Via Mail and Fax (801)-359-3940

RE: Lisbon Valley Mining Co. LLC (Summo USA Corporation - Operator)
Alternative Reclamation Bonding
Lisbon Valley Project

Dear Mr. Hedberg:

Per phone conversations with you and Mr. Doug Jensen of your staff, I am formally responding on behalf of Summo USA Corporation (Summo) of their plans to obtain alternative reclamation bonding for the above referenced Lisbon Valley Project. Summo is currently evaluating the options and merits of posting a Letter of Credit or Certificate of Deposit. An acceptable replacement financial instrument will be issued before the announced cancellation date of July 22, 2002. Will this activity require an amendment to Summo's Reclamation Contract?

If you have any questions regarding this notice, please contact me at the listed letterhead number.

Sincerely,

Lee "Pat" Gochnour
Consultant to Summo USA Corporation

cc: Greg Hahn - Summo
Mr. Will Stokes (SITLA)
Mr. Brent Northrup (BLM)

RECEIVED

MAY 07 2002

DIVISION OF
OIL, GAS AND MINING